Mike Kentfield

1. No. The farmers would pay it back when they could.
2. Our economy depends on it. It is a major part.
3. Because you don’t want to lose the item you put up.
4. It can raise your standard of living.
5. Credit purchases may cost more. Theres also interest.
6. 30 day accounts and Revolving Credit accounts.
7. The buyer has a choice of how often they pay their balance.
8. Credit Terms
   1. APR – cost of credit
   2. Free period – avoid interest for a period of time
   3. Annual fees – fee for ability to use credit
   4. Fees – costs for services
   5. Method of calculating finance charge – a charge from no free period or paying interest
9. So you can find the best deal
10. Sources
    1. Retail stores
    2. Credit card companies
    3. Banks and Credit unions
    4. Finance Companies
    5. Pawn Shops
    6. Private lenders
    7. Misc.
11. Examples of service credit
    1. Utilities
    2. Telephone/Internet
    3. Doctors
12. Because you are paying to be a member
13. Consumer gives loans to customers buying durables. Sales gives loans from the manufacturer.
14. Because they accept high-risk clients
15. You give them collateral, they give you a loan. If you don’t pay it back, they sell your item.